

## **NOTIFICATION TO COUNTY MAYOR OF COMMITTEE MEETING BY MEMBERS OF MAURY COUNTY COMMISSION**

The Budget Committee met on Tuesday, November 10, 2015 at 4:30 p.m., in the Maury County Tom Primm County Commission Room with the following Committee Members present:

CRAIG HARRIS, STEWART PARKER, SONNY SHACKELFORD, SUE STEPHENSON, STEVE HAZARD AND DONNA COOK

OTHERS PRESENT: Gerald Adkison, Ronnie Attkisson, Talvin Barner, Davis Burkhalter, Gwynne Evans, Don Morrow, Terry Potts, Eric Previti, William (Tot) Roddy, Ricky Sims, Gary Stovall, Scott Sumners, Tommy Wolaver, Theresa Weber, Daniel Murphy, and Media.

---

### **MINUTES OF MEETING**

#### **I. CALL TO ORDER:**

Chairman Harris called the meeting to order and took roll call with all Budget Committee members present.

#### **II. OPENING PRAYER:**

Commissioner Shackelford offered the opening prayer.

#### **III. REVIEW & APPROVAL OF MEETING AGENDA:**

Chairman Harris stated he would like to make a change to the agenda, bringing the resolutions to position VI. Commissioner Shackelford made a motion to move the Resolutions to be listed under the County Mayor report. Commissioner Stephenson seconded. There were no lights. Chairman Harris called for a vote on the agenda as amended. All in favor. Motion Approved.

#### **IV. REVIEW & APPROVAL OF MINUTES FROM PREVIOUS MEETING(S):**

Commissioner Hazard made a motion to Approve. Commissioner Cook seconded. There were no lights. All in favor. Motion Approved.

#### **V. COUNTY MAYOR REPORT:**

Chairman Harris stated Mayor Norman was out of town and stated that during the last meeting there was a directive for Chairman Shackelford and Mayor Norman to discuss with Maury County's State Representatives the possibility of entertaining Maury County's wheel tax request at the state level. Chairman Harris asked Chairman Shackelford to give an overview of the meeting. Chairman Shackelford stated he and the Mayor met with several others and Representative Butt and they made available the resolution that was put together for an increase in the wheel tax. Chairman Harris stated during this meeting it was determined that Representative Butt did not think there was any support because it has to flow through local government committee and Representative Butt is not on that committee and with it being an election year in combination with the Governor having his tax initiative to increase the gas tax which he has bid out across the State. Representative Butt did not feel that it was going to get any support and Representative Butt felt this would not be the right time or place to present an increase in the wheel tax. Chairman Harris stated he also talked

with Senator Hensley and although it doesn't have as many committee hurdles in the Senate, he concurred the same thing and there was not an appetite for a tax increase. The reason the County wanted to raise this money was to allocate it to schools. Chairman Shackelford stated he did not contact Representative Shepard because he has just a little of the district in this area. Chairman Shackelford stated if you took it and it was passed it would be the 2016 Legislative term before the County could get it into place and start selling tags for that amount and Chairman Shackelford stated if it was passed this Legislative term and it was effective July 1, 2016 it takes a year to collect the money and so really the 2017/2018 term would be when the money would be there to allocate the pennies around. Chairman Shackelford stated he was supportive that it would be pushed back up to Representative Butt again. Chairman Shackelford stated Representative Butt does understand budgetary ramifications because that is the only other alternative. Commissioner Sumners stated there were three options the County had concerning the wheel tax and was one of them bypassing the State Legislature or do you have to have the State Legislature approval of that. County Attorney Murphy stated the first one is that you amend your Private Act. The second one is that you send it straight for a referendum from this body and to pass the wheel tax at two regularly scheduled meetings and then within 30 days of it passing the public has to raise 10% of the number of voters from the last gubernatorial election, which is around 1,800 voters. It could be petitioned to be put on the referendum. There are two other options to move forward with it. Chairman Shackelford stated the reason it was being pushed through was to get it to the Legislature to Maury County's Representatives offices in December or earlier. Chairman Shackelford stated he did ask for the Local Government Committee members from Representative Butt but he has not received that information yet. Chairman Shackelford stated he would do his best to create work relationships with those committee members so that when it does arrive it will not be the first time they meet. Commissioner Burkhalter stated he is very disappointed in the County's representatives. Commissioner Burkhalter stated he was one of the ones that tried to get a wheel tax opposed to a property tax. Commissioner Roddy stated he would not vote for it because he does not believe it is a proper time. There were no lights.

## **IX. RESOLUTIONS:**

### **A. Resolution No. 11-15-20- Resolution Amending 2015/2016 Solid Waste Budget.**

Commissioner Cook made a motion to Approve. Commissioner Parker Seconded.

Commissioner Shackelford asked Mr. Sweeney if there were any other capital items that he was going to have this year. Mr. Sweeney stated this is not coming out of fund balance this was coming out of surplus equipment sales. Mr. Sweeney stated this would add \$3,000.00 to \$4,000.00 back to fund balance. Mr. Sweeney stated he sold a loader, an old dump truck, a pick up, an old lawnmower and an old bush hog. Mr. Sweeney stated he is just replacing the surplus items. There were no lights. All in favor. Motion Approved.

### **B. Resolution No. 11-15-21- Resolution Writing Off Uncollectable Accounts Of The County Solid Waste Department.** County Attorney Murphy stated this was recommended by the Auditor to write those accounts off from a bookkeeping standpoint. Commissioner Shackelford made a motion to Approve. Seconded by Commissioner Hazard. There were no lights. All in favor. Motion Approved.

- C. Resolution No. 11-15-22-** Resolution Allowing The Maury County Attorney the Authority to Take Legal Action to Collect Past Due Accounts Of The Maury County Office Solid Waste Department. Commissioner Stephenson made a motion to Approve. Commissioner Cook Seconded. There were no lights. All in favor. Motion Approved.
- D. Resolution No. 11-15-25-** Resolution Amending 2015-2016 Highway Fund Budget. Commissioner Parker made a motion to Approve. Commissioner Cook Seconded. There were no lights. All in favor. Motion Approved.
- H. Resolution No. 11-15-27-** Resolution Authorizing New Signage on the Walter B. Harlan Building. Commissioner Shackelford made a motion to Approve. Commissioner Cook seconded. Commissioner Sumners asked Attorney Murphy if he knew who was doing the work. Attorney Murphy stated he understood that Columbia Neon was doing the work. There were no lights. All in favor. Motion Approved.
- I. Resolution No. 11-15-29-** Resolution Amending 2015-2016 School General Purpose Budget. Attorney Murphy stated this would need an amendment on this resolution because there is actually a food service component to this so this will need to be amended to be the 2015-2016 School General Purpose and Food Service Budget. Commissioner Shackelford made a motion to bring the resolution as presented. Seconded by Commissioner Stephenson. Commissioner Shackelford made a motion to amend the current resolution 11-15-29 to be the 2015-2016 School General Purpose and Food Service Budget as amended as shown on the Budget Attachments. Commissioner Cook seconded. There were no lights. Chairman Harris called for the vote on the amendment. All in favor. Motion for the Amendment carries 6-0. Chairman Harris called for the vote on the original resolution. There were no lights. Chairman Harris called for the resolution as amended. All in favor. Motion carries for the resolution as amended to include the verbiage for the food service budget and the vote carries 6-0.
- J. Resolution No. 11-15-31-** Resolution Approving Bids and Multi-Year Contracts For Inmate Food Service. Commissioner Cook made a motion to Approve. Commissioner Hazard Seconded. Commissioner Shackelford asked Purchasing Agent Buddy Harlan if this was quoted last year. Purchasing Agent Harlan stated it was quoted last year because of anticipation of a change of vendors and which was done. Commissioner Shackelford asked Purchasing Agent Harlan if the request to bid the multi-year option is so that Purchasing Agent Harlan will have the flexibility to be able to elect one year or multi-year. Purchasing Agent Harlan replied yes. Commissioner Stephenson stated because of the way the resolution is worded does that mean the County is locked in to a one year term. Purchasing Agent Harlan stated it means a successive one year term unless there is some viable reason to get out. There were no lights. All in favor. Motion Approved.
- K. Resolution No. 11-15-32-** Resolution Transferring Investment Pool Funds To The County General Fund Then to Debt Service Fund. Director Weber stated she would prefer this Resolution not pass because she would like to keep the \$99,000.00 in the 101 Fund due to the fact that 8.5 cents was taken out of the 101. Commissioner Shackelford

made a motion to Approve. Seconded by Commissioner Stephenson. There were no lights. All in favor. Motion Approved.

## **VI. FINANCIAL REPORTS:**

- A. Investment Report-** Director Weber submitted the Investment Report. Director Weber stated if you will notice the interest year to date is \$253,379.08. It was projected for \$245,000.00 at budget time. This will probably be doubled for this by the end of the year and that is due to the \$47,000,000.00 bond. There were no lights.
- B. Sales Tax Report-** Director Weber submitted the Sales Tax Report (See Attached). Director Weber stated the year to date is July through August. The County is up 18.4% from last year. There were no lights.
- C. 2014-2015 Revenue & Expense Report-** Director Weber submitted the Revenue & Expense Report. (See Attached) Director Weber stated she wanted to point out that on the Revenue number 40163 payment in lieu of taxes the County did receive the GM money. Director Weber stated most everything looks pretty good. Director Weber stated she wanted to point out that 44120 did receive the \$9,000.00 from the D.A.'s office. The revenues from Joint Ventures the reason why it is \$0.00 right now is because the April, May and June payment was put in Accounts Receivable so when the next one comes up the second quarter is when you truly start showing the revenue number because of A/R which was not done last year. It was a few things that were not put in A/R last year that because of the Auditors it is being done this year. Director Weber moved on to 44990. It is done quite a bit because there were two huge hazardous clean ups that were done last year the County did not have this year. Director Weber moved on to 46820, Income Tax. Director Weber stated that is an Accounts Receivable item. Director Weber moved on to 477715 the tax credit rebate. Director Weber stated that is what she just asked could be moved over to the 151 fund. Director Weber moved on to 49800 and this is half of what it was last year. Director Weber stated last year the County received the money earlier. There were no lights. Director Weber moved on to Expenditures. Director Weber stated under the 101 fund Other General and Administrative 51900 that is a lot higher but that is due to Kronos. Director Weber stated October was a three pay week period because the County gets paid every other Friday which is 26 weeks. Director Weber moved on to Circuit Court 53100. Director Weber stated this is up a bit because of the employees going to 40 hours. Director Weber moved on to 55900 Other Public Health and Welfare. Director Weber stated there is more money in that this year because that is for the sewer system. Director Weber moved on to Parks and Recreation 56700. Director Weber stated last year there was an Open PO for Kid's Kingdom for \$200,000.00 and that's why that looks large. There were no lights. Director Weber moved on to the 122 Fund. Director Weber stated that looks normal. Director Weber stated the County did sell some confiscated property and the expenditures are down.

Chairman Shackelford asked Director Weber if there was any movement on the lawsuit. Director Weber stated she hasn't heard anything. Director Weber stated she will contact Bill Doelle to see if he has heard anything. There were no lights. Director Weber moved on to the 125 Fund. Director Weber stated last month the Budget Committee requested she check into the Adequate Facilities and for the month of October if does look like the County is down quite a bit so Jackie in Building and Zoning office checked for Director Weber. In September of 2014 there was a set of apartments the County had received \$197,448.00 for Adequate Facilities and the County received \$128,929.80 for Industrial and some Commercial and a hotel. Director Weber stated that is why Adequate Facilities looks smaller this year. Director Weber moved on to the 131 Fund. Director Weber stated Mineral Severance Tax is up from last year and other Capital Outlay 68000 that's up about \$400,000.00. Director Weber stated this year there was an open PO for \$591,000.00. Chairman Harris asked Director Weber to be prepared for questions on the Adequate Facilities on dollar amounts what is restricted or unrestricted within the Adequate Facilities. Director Weber stated there is a fund balance report and it will show the 125 fund and how much is restricted. Chairman Harris stated the minimum Fund Balance will be brought up at the March meeting. Director Weber moved on to the 151 Fund. Director Weber stated most everything looks good. On 40240, the Wheel Tax that is a lot less than last year but at this time last year the County was collecting the Wheel tax for the 176 fund and then it is transferred over. Director Weber moved on to the Interest Earned and it is almost double. Director Weber stated on the Transfer Out 99100 that is the Highway Tax and it is moved over to the 176 fund. The \$67,563.00 is money that was taken out of the 151 fund and transfer it out over to the 176 fund because the Wheel Tax for the 176 Fund got shorted. There were no lights. Director Weber moved on to the 176 Fund, account 49800, the \$67,563.00 is in that account where it was transferred in. There were no lights. Director Weber moved on to the 189 Fund. Director Weber stated it is Purchasing Agent Harlan's report. There were no lights. Director Weber moved on to the 207 Fund. Director Weber stated there is another account in there 43102 and that is a charge of \$20.00 where employees didn't attend the Wellness Fair. Director Weber moved on to 43110 and Tipping Fees are up. There were no lights. Director Weber moved on to the 261 Fund. Director Weber stated that is money in and out. Director Weber stated it looked normal. There were no lights.

- D. Hospital Health Costs Attachment by Budget Director- Director Weber stated she received this information from Paula Potts at the Sheriff's Department. Director Weber stated this explains how Maury County writes off hospital expenses and how it works and what the County pays for as far as medical between Maury Regional Hospital the State and County inmates. There were no lights.
- E. Adequate Facilities Tax Procedure by Budget Director. Director Weber discussed Adequate Facilities during the Revenue & Expense Report.
- F. 2015-2016 Supplemental Report of Expenditures (See Attachment) Director Weber stated everything looked very reasonable when she went through it. Director Weber asked if anyone had any questions on any of the funds. Commissioner Sumners asked Director Weber about account number 51240 in the 101 Fund Other Boards and

Committees. Commissioner Sumners stated that account is at 91%. Director Weber stated she would check on that. Commissioner Sumners stated it is not a big dollar amount but he would like to know for next budget year. Director Weber stated it is for Civil Service Testing and that's why it is so high. Commissioner Stephenson asked about 51900. Commissioner Stephenson stated it is a little above 64% and Director Weber stated that is Kronos. There were no lights.

- G. Cash Report by Budget Director (See Attachment) Director Weber asked if anyone had any questions on the Cash Report. Chairman Harris asked Director Weber if she wanted to address the Cash Balance in the 101 Fund. Chairman Harris asked Director Weber if she thought December would be the low month. Chairman Harris asked Director Weber if she could guess what the cash balance would go down to in the 101 Fund. Director Weber stated she believed around \$6,000,000.00. Director Weber stated between July and October in the 101 Fund basically the County is sitting at a \$3,000.00 to \$4,000.00 deficit amount because the County is spending more money than is coming in right now. Commissioner Cook had to leave and she asked that Commissioner Sumners fill her seat while she is out. Commissioner Parker asked Director Weber on the funds that were allocated for the school, has the \$1,080,000.00 amount come out of the fund balance yet. Director Weber stated these numbers will be reflected on the next month. Commissioner Parker stated to Director Weber that was a good job of keeping track of that. Commissioner Shackelford stated he would like to see year over year fund balance compared to current. Director Weber stated they would work on something. Director Weber stated she would work on something and send it to Chairman Harris. Chairman Harris stated it wouldn't hurt to show a couple of years on the report. There were no lights.
- H. Payroll Report-Overtime /Holiday/Excess Pay/Comp Time (See Attached) Director Weber asked if there were any questions. Commissioner Sumners stated the biggest increase in comp. time was in the Sheriff's Department. Commissioner Sumners stated it looks like the Comp. Time policy is taking affect and working. There were no lights.
- I. Remaining Building Improvement Funds from 2014 Bond Issue- (Budget Director Weber) This is the report the Mayor had talked about on funds that were left over from the HVAC for the Courthouse. Doug Lukonen made the report as simple as possible and he will keep track of it as we go along. Mr. Lukonen stated at the very top is the original budgeted amount and less how much the HVAC was quoted for. Mr. Lukonen stated that not all of the funds have been expended yet but out of the \$412,092.00 that is left and what it is being spent on. Mr. Lukonen stated the cash disbursed after HVAC project is basically everything that was paid for and is being done or has already been done or a PO has been opened but that work has not started yet. Mr. Lukonen stated the next page is future projected projects. These are other projects the Mayor brought up in the Building Committee and brought up to Mr. Lukonen that he may be spending the money on. Chairman Harris asked Mr. Lukonen if this report was not to replace a request to spend additional funds it is just to give the activity that is going on with this fund Mr. Lukonen replied yes. Mr. Lukonen stated you can also see how much money is left for future projects. Mr. Lukonen stated at present there is \$318,817.00. Commissioner

Stephenson asked if the \$318,817.00 included the \$60,000.00. Mr. Lukonen stated that included everything that has been spent so far. There were no lights.

- J. C T-0253 Tax Anticipation Note Presentation by Budget Director- Director Weber stated this has to be presented and this will also have to go to the full commission meeting. The first item was the letter of approval from the State of Tennessee for the Tax Anticipation Note and Director Weber stated it is for \$1,080,855.79 this year. Director Weber stated doing the calculations there was no way the County could give them the full \$2,000,000.00. They had too much cash so Director Weber stated she would look at this again in a couple of months and see where the County is at and see if the County can lend them anymore if they need it. Director Weber stated this is State and she has to do this. Director Weber stated she has to go through a lot of hoops to get this done. Director Weber stated on the next one she has never done before and Director Weber got with the Comptroller's office and they sent this to her and this is the Tax Anticipation note for the \$1,080,855.79 between the school and the County. Director Weber stated this was signed by the Mayor and certified by Joey Allen. Director Weber stated the next piece of paper is the report on Debt Obligation. It is State Form C T - 0253 and it says the County is loaning money basically to our self. They call it an inter-fund no interest loan. It is to help the schools out with the cash flow until they receive their taxes. Director Weber stated she has to do a continuing disclosure every year on it and Director Weber has to let them know the County has a written debt policy that the County does not do any derivatives. Mayor Norman and Budget Director Weber sign it. Once it goes through the full commission then the next day it is sent to the State. The State has to have it within 45 days and Director Weber has already written the check. Director Weber stated she included in Resolution 9-15-27 where all this was originally approved. Commissioner Shackelford stated on the resolution it stated the schools were going to borrow up to \$2,000,000.00 and the schools are not going to borrow that. Commissioner Shackelford stated he sent this E-Mail that Director Weber forwarded him to Tammy Anderson so this can be on the full commission docket. Director Weber stated this is not an approval from the commission. She just needs to make sure it is put in the minutes.

Commissioner Roddy stated he had a point of information on Adequate Facilities tax. Commissioner Roddy stated the Commission was in the process of establishing a pathway to collect that and Commissioner Roddy asked has that been done yet. Director Weber stated in the little statement that was sent and there was information on how the Adequate Facilities was done. Director Weber stated both the City of Columbia and the City of Spring Hill are not supposed to let loose of any permits until the Adequate Facilities tax is paid but unfortunately sometimes that happens so there are safeguards down in the Building and Zoning and there are reports they get from the electric company so they can see if there are any new hookups and then they go out there and sometimes friends and neighbors let them know. Director Weber stated they are comfortable and are confident they are collecting what they need to be collecting. There were no lights.

## VII. PURCHASING:

- A. Completed Bids- (See Attachment) Purchasing Agent Harlan stated he would be glad to answer any questions. There were no lights.
- B. Schedule Bid Opening-Purchasing (See Attachment) Purchasing Agent Harlan stated there is not anything scheduled at this point. There will be something next month.
- C. Gov-Deals List by Purchasing Agent (Attachment) Purchasing Agent Harlan stated those are the items that were sold surplus for Solid Waste and they have actually received the money for. There were no lights.
- D. Capital Expenditures by Purchasing Agent (Attachment) Purchasing Agent Harlan stated the Capital Expenditure report is on the back and there is a little movement. Purchasing Agent Harlan stated that Bill Wells had started the process of updating the voting and recording system in the commission room. Mr. Wells is still doing a little bit of research. Purchasing Agent Harlan stated Solid Waste did get the loader and it is already out at Solid Waste. Mr. Dooley's aerial photography is in process of being completed. Commissioner Stephenson asked about the \$50,000.00 and is it for the paving of the convenience centers. Purchasing Agent Harlan replied yes. Commissioner Stephenson asked about the \$781,464.00 if this was for school buses. Purchasing Agent Harlan replied yes. Commissioner Stephenson asked if the \$344,000.00 was all Sheriff's vehicles. Purchasing Agent Harlan replied yes. Commissioner Potts asked how many Sheriff's vehicles does this entail. Purchasing Agent Harlan replied this is around 8 new vehicles. Commissioner Stephenson asked how many school buses does this entail. Purchasing Agent Harlan stated he believes it is 8 new buses. There were no lights.

## **VIII. DELEGATIONS:**

### **IX. New Business**

#### **A. Property and Casualty Liability Insurance –Branden Miller,**

Commissioner Shackelford stated Mr. Miller may want to go over about what part he handles. Mr. Miller stated there were two major pieces to the property and Casualty insurance and what is referred to as Workman's Compensation. Mr. Miller stated he represented the County on the P&C side not the Workman's Compensation. In summary that is how the County purchases the Insurance. Mr. Miller stated the County purchases the insurance P&C and Workman's Compensation from the Local Government Insurance Program and there are other representatives that can answer other questions. Mr. Miller stated on the P&C side has all the major coverages such as liability, police liability, public officials and employment practices and crime and all the things the County may need. There are some deductibles. Mr. Miller stated basically there is a \$1,000.00 deductible on all your lines of coverage except for your police, public officials, and police liability. They have \$5,000.00 deductible. Mr. Miller stated he represented Maury County to the market place. Mr. Miller stated it is about premium you pay and losses at the insurance company or pool pays. Mr. Miller stated for



example when Maury County pays \$1.00 when you insure a \$1.00 and around .70 cents of that dollar is there to pay your losses and .30 cents of that dollar is to run the program. A pool may have less expenses and insurance companies may have more. Mr. Miller looked to where Maury County can save some money. Mr. Miller stated until the losses for Maury County are reduced taking on more retention or higher deductibles is probably not the best thing for Maury County right now. Chairman Shackelford stated Maury County has got to do something about the losses. Chairman Shackelford asked Mr. Miller if the Auto PD and the Auto PD Collision is that a prorated amount through today or this report period. Mr. Miller stated the only premiums are showing are gross premiums for the County. Mr. Miller stated they do give a spreadsheet every year and they allocate the premiums by vehicle, by building, by public officials. Mr. Miller stated he does have that spread sheet and he will send it to Commissioner Shackelford. Commissioner Morrow stated to Mr. Miller he could give a report on each losses for each department. Commissioner Shackelford stated he wanted to bring forth some information and Commissioner Shackelford appreciated Mr. Miller & Ms. Brock for coming and giving some information. Commissioner Burkhalter asked Mr. Miller until Maury County gets a handle on the losses Maury County is probably better off not to increase our liabilities. Mr. Miller replied he would agree. Commissioner Burkhalter stated the County needs to get a handle on these losses. Chairman Shackelford asked who served on the Loss Control Committee. Mr. Bolton stated Wade Cross from Central Maintenance, Mr. Buddy Harlan, Purchasing Agent, Dana Gibson, HR Director, Highway, Parks and Recreation, Ron Inman from Solid Waste, **Richie Hickman, Sheriff's Dept.** Commissioner Stephenson asked Mr. Bolton how often his committee meets. Mr. Bolton stated it meets monthly. Commissioner Stephenson asked Mr. Bolton if they kept minutes at those meetings. Mr. Bolton replied yes and Wanda McLain takes those minutes. Purchasing Agent Harlan stated when Mark Fogerty meets with them he gives examples of how to handle situations of things that have happened in other counties.

- B. Workers Comp Insurance Coverage-Becky Brock-** Becky Brock stated she was with the Local Government Insurance Pool. Ms. Brock stated they were not an insurance company. They are a self-insured member owned pool and they are not for profit. Ms. Brock stated they are only charging our members what they need to pay your claims and pay the shared expenses and you are sharing you claims with other members and you are also sharing your expenses. Ms. Brock stated they are using your money for claims. Ms. Brock stated the reason the pool exists is because the late 1970's and early 1980's it had become impossible for public entities to find insurance in the standard insurance market. Ms. Brock stated on page 9 it shows how the structure is set up. Ms. Brock stated on the Workman's Comp. side and the way this is set up. Ms. Brock stated for Workman's Comp. they pay the first \$500,000.00 and they are capped at \$500,000.00 on Workman's Comp and

then it goes into the reinsurance which is statutory limits, which means there are no limits. Ms. Brock moved on to property. Ms. Brock stated they pay the first \$250,000.00 of every property claim before it hits reinsurance and on the liability which is the general liability and your law enforcement liability which also includes jail liability your E&O and auto. Ms. Brock stated they pay the first \$450,000.00 out of this lost fund bucket of money before it hits reinsurance. Ms. Brock stated that every year for the last three years they have been increasing reserves on prior year's claims by \$5,000,000.00. Ms. Brock stated this is for the entire pool. Commissioner Shackelford asked who the reinsurance is with. Ms. Brock stated is County Reinsurance Limited. It is a pool of County pools from other states. Ms. Brock stated they have been with them for about 11 years and it is amazing how much money it has saved. Chairman Harris had to leave but he asked Commissioner Morrow to sit in his place. Chairman Harris turned the meeting over to Vice-Chair Commissioner Shackelford. Ms. Brock moved on to page 12. Ms. Brock stated that over a 10 year period Maury County is \$328,000.00 in the red for that period of time. Because they are a pool and not for profit what they want to see over that period of time is \$0.00. They do not want to charge any more than what they are going to pay out for Maury County. Ms. Brock stated if Maury County was with an insurance company they would have already cancelled Maury County or they would be charging a lot more premium. Ms. Brock stated that any of these years a claim can reopen and under old Workman's Comp. law that happens a lot. Commissioner Shackelford stated Maury County does participate in the Drug Free Workplace. Commissioner Shackelford stated there has been a radical change in the Workman's Comp. laws. Commissioner Shackelford stated he feels this will have some impact on our claims experience. Ms. Brock stated she would like to introduce Mark Fogerty who is the County's Loss Control Representative. Commissioner Morrow asked Ms. Brock that he noticed this was just the County and it does not include the schools or the hospital and Commissioner Morrow asked if there was any way they could pull all three together to get the County's claim's down or is that feasible to do so. Ms. Brock stated they do write the schools Workman's Comp. but it is under a separate policy and they would not do the liability for the hospital. Ms. Brock moved on to page 18. Ms. Brock stated because Maury County has been with the pool for so long she has data that she likes sharing. Ms. Brock stated this shows the difference in what Maury County paid ten years ago on property and liability, property and casualty and workman's comp. Ms. Brock stated you can see during the 15/16 policy period what Maury County is paying now. On the property and casualty Maury County is actually paying \$94,000.00 less than they did 10 years ago and the exposure is up 86% on the property value and 124% on the auto PD. The numbers for GL Law that is all employment numbers. Ms. Brock stated if something goes wrong with Workman's Comp. fund it will not impact the property and liability. Ms. Brock stated if the County's that this pool is developed for don't support it then it goes away and we're back

having big insurance companies that are profiting from the tax dollars and Ms. Brock would caution that. There were no lights.

**C. Refinancing Discussion-Ashley McAnulty-** Mr. McAnulty stated that series 2008 is available for advance refunding it is currently at 4.09% and looking at reducing that at a current market of approximately 2.41% which would generate a little over a \$1,000,000.00 savings not proposing to restructure. They will move principal payments up as there are opportunities to move principal payments up to more recent years but not looking to extend the maturities any longer and be simply a uniform savings to the County and the current market is \$80,000.00 a year. Mr. McAnulty stated he has given the numbers and the first page is the savings report and that shows the annual basis the projected annual savings. Mr. McAnulty stated this resolution will position the County to refund the bonds in a competitive sale for a savings if and when it is most feasible for the County to do that. Commissioner Shackelford stated he would like to see the County take some action and Commissioner Shackelford thinks the time is now. Mr. McAnulty stated this was for school improvements and issued in 2008 originally and maturing in 2028. Mr. McAnulty stated they are not planning on extending it beyond 2028 and they have moved maturity's up and savings presented an opportunity to do so. The resolution was circulated yesterday and Mr. McAnulty has copies tonight for those that would like a copy of that. It includes a state review letter. Mr. McAnulty stated they are charging less than 1% of the total bond issue which includes underwriters discount and bond council, bond rating fee and their fee which is 1.2% one time and that is included in your information. Mr. McAnulty stated it is a net savings of \$1,420, 000.00. The percentage rate is 2.41% fixed for 13 years. Commissioner Morrow made a motion that the County accept the refinancing of this bond for the Middle School and go by the recommendations of Mr. Ashley McAnulty. Commissioner Stephenson seconded. Commissioner Sumners asked Mr. McAnulty if this was for the middle school and Commissioner Sumners wondered if this was for other school improvements as well. Mr. McAnulty stated in the resolution it detailed simply for public school improvements. It did not give specifics on how the funds were to be expended within the school system. Commissioner Shackelford asked as far as the budget goes would it impact the \$88,000.00. Commissioner Shackelford asked if he \$88,000.00 was an annual number. Mr. McAnulty stated for 2016 budget year that would be \$88,000.00. Mr. McAnulty stated if you have budgeted payments already scheduled for that first year we don't borrow those so you don't pay interest upon interest. Mr. McAnulty stated they simply allow the County to make that payment and then borrow what is necessary. There were no lights. Commissioner Shackelford called for the vote. All in favor. Motion Approved.

## **X. Old Business**

**XI. Announcements**

- A. County Commission Regular Meeting, Monday November 16<sup>th</sup>, 2015 at 6:30 P.M. Tom Primm County Commission Room, Hunter-Matthews Complex.

**XII. Adjournment:**

- A. Motion was made to adjourn at 7:01 P.M.

APPROVED

  
Charlie Norman, Jr., County Mayor

SIGNED

  
Craig Harris, Budget Committee Chairman